C/007/011 Incoming #3364

HIAWATHA COAL COMPANY

P.O. Box 1240 Huntington, UT 84528 (435) 687-5777 FAX (435) 687-5724

August 11, 2009

James D. Smith Utah Division of Oil, Gas & Mining 1954 West North Temple, Suite 1210 P.O. Box 145801 Salt Lake City, UT 84114-5801

Re: Chapter 8 Update, Included- Bond estimate and road agreement with ANR,

Task ID# 3264

Dear Mr. Smith:

Hiawatha Coal is resubmitting our Chapter 8 revision with our response to the questions in the deficiencies letter dated June 1, 2009. Enclosed are one hard copy and four digital copies of our response.

If you have any further questions concerning this submittal, please feel free to contact me at (435) 687-5777.

Sincerely.

Mark Reynolds, PE Chief Engineer

File in: 4001, 4009, Juleming, Refer to:
Confidential
Shelf

Expandable

Date 8 1/09 For additional information

RECEIVED

AUG 1 3 2009

DIV. OF OIL, GAS & MINING

Deficiencies letter dated June 1, 2009 Response

- 1. The road culverts are needed to be left in place so the roads do not get washed out.
- 2. Hiawatha has signed and agreement with ANR and is legally bound to leave the roads in place.
- 3. Hiawatha has signed an agreement with ANR and is legally bound to leave the roads in place.
- 4. The roads are used but Cattlemen, Loggers, Hunters, for Recreation, public entities and Gas companies. They prefer surfaced roads because they cause less wear and tear on their equipment. We are bound legally to leave the upgrades in place. ANR has placed the restriction on us because it increases the value of their property and assists in their negotiations of use agreements with the above named entities. For the Division to try to claim authority over the above entities is an attempt to exceed their statutory and regulatory authority.

APPLICATION FOR COAL PERMIT PROCESSING

Permit Change ☑ New Permit ☐ Renewal ☐ Exploration ☐ Bond Release ☐ Transfer ☐							
Permittee: HIAWATHA COAL CO.							
Mine: HIAWATHA COMPLEX	Permit	Number:	ACT/007/011				
Title: Chapter 8 Update, Task ID#3217							
Description , Include reason for application and timing required to implement:							
include an up to date and accurate bond estimate, include new road agreement							
Instructions: If you answer yes to any of the first eight (gray) questions, this application may require Public Notice publication.							
Yes ⋈ No 1. Change in the size of the Permit Area? Acres: Disturbed Area: ☐ increase ☐ decrease. 2. Is the application submitted as a result of a Division Order? DO# 3. Does the application include operations outside a previously identified Cumulative Hydrologic Impact Area? 4. Does the application include operations in hydrologic basins other than as currently approved? 5. Does the application result from cancellation, reduction or increase of insurance or reclamation bond? Yes ⋈ No 6. Does the application require or include public notice publication? Yes ⋈ No 7. Does the application require or include ownership, control, right-of-entry, or compliance information? Yes ⋈ No S. Is proposed activity within 100 feet of a public road or cemetery or 300 feet of an occupied dwelling? Yes ⋈ No S. Is the application submitted as a result of other laws or regulations or policies?							
Yes No 11. Does the application affect the surface landowner or change the post mining land use? 12. Does the application require or include underground design or mine sequence and timing? (Modification of R2P2) 13. Does the application require or include collection and reporting of any baseline information? 14. Could the application have any effect on wildlife or vegetation outside the current disturbed area? 15. Does the application require or include soil removal, storage or placement? 16. Does the application require or include vegetation monitoring, removal or revegetation activities? 17. Does the application require or include construction, modification, or removal of surface facilities? 18. Does the application require or include water monitoring, sediment or drainage control measures? 19. Does the application require or include certified designs, maps or calculation? 20. Does the application require or include subsidence control or monitoring? 21. Have reclamation costs for bonding been provided? 22. Does the application involve a perennial stream, a stream buffer zone or discharges to a stream? 23. Does the application affect permits issued by other agencies or permits issued to other entities?							
Please attach four (4) review copies of the application. If the mine is on or adjacent to Forest Service land please submit five (5) copies, thank you. (These numbers include a copy for the Price Field Office)							
I hereby certify that I am a responsible official of the applicant and that the information contained in this application is true and correct to the best of my information and belief in all respects with the laws of Utah in reference to commitments, undertakings, and obligations, herein.							
Print Name Sign	Name, Position, Pate	V-P.	8-11-09				
Subscribed and sworn to before me this 6 day of June , 20 10 Motary Public My commission Expires: Attest: State of County of Gray } } ss:		MARK RI 73 North Beer Cany Huntington, My Commis June 4	Public EYNOLDS on Rd., P.O. Box 1245 Utah 84528 sion Expires 1, 2010 of Utah				
For Office Use Only:	Assigned Tracking Number:	Received R	by Oil, Gas & Mining				
			UG 1 3 2009				
			OIL, GAS & MINING				

APPLICATION FOR COAL PERMIT PROCESSING Detailed Schedule Of Changes to the Mining And Reclamation Plan

Permittee: HIAWATHA COAL CO.								
Mine:	HIAWATHA	Number:	ACT/007/011					
Title: Ch. 8 Update, Task ID#3217								
Provide a detailed listing of all changes to the Mining and Reclamation Plan, which is required as a result of this proposed permit application. Individually list all maps and drawings that are added, replaced, or removed from the plan. Include changes to the table of contents, section of the plan, or other information as needed to specifically locate, identify and revise the existing Mining and Reclamation Plan. Include page, section and drawing number as part of the description. DESCRIPTION OF MAP, TEXT, OR MATERIAL TO BE CHANGED								
⊠ Add	Replace	Remove	Insert to Capter 4, Appendix 4-5, ANR-Hiawatha Coal R					
☐ Add	⊠ Replace	Remove	Chapter 2, page 2-45		·			
Add	Replace	Remove	Chapter 4, pages 4-11 and 4-13					
Add	□ Replace	Remove	Chapter 8					
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Form DOGM - C2 (Revised March 12, 2002)